

**COUNTY OF SAN LUIS OBISPO BOARD OF SUPERVISORS
AGENDA ITEM TRANSMITTAL**

(1) DEPARTMENT Auditor - Controller - Treasurer - Tax Collector	(2) MEETING DATE 5/20/2014	(3) CONTACT/PHONE Brian Spaulding (805) 788-2963	
(4) SUBJECT Request to approve a tipping fee increase to the Public and Commercial rates, proposed by Chicago Grade Landfill. Districts 1 and 5.			
(5) RECOMMENDED ACTION It is recommended that your Board approve the tipping fee increases (as detailed in Exhibit A), to both the Public and Commercial rates at Chicago Grade Landfill, to be effective as of July 1, 2014.			
(6) FUNDING SOURCE(S) N/A	(7) CURRENT YEAR FINANCIAL IMPACT \$0.00	(8) ANNUAL FINANCIAL IMPACT \$0.00	(9) BUDGETED? N/A
(10) AGENDA PLACEMENT <input checked="" type="checkbox"/> Consent <input type="checkbox"/> Presentation <input type="checkbox"/> Hearing (Time Est. ____) <input type="checkbox"/> Board Business (Time Est. ____)			
(11) EXECUTED DOCUMENTS <input type="checkbox"/> Resolutions <input type="checkbox"/> Contracts <input type="checkbox"/> Ordinances <input checked="" type="checkbox"/> N/A			
(12) OUTLINE AGREEMENT REQUISITION NUMBER (OAR) N/A		(13) BUDGET ADJUSTMENT REQUIRED? BAR ID Number: <input type="checkbox"/> 4/5 Vote Required <input checked="" type="checkbox"/> N/A	
(14) LOCATION MAP N/A	(15) BUSINESS IMPACT STATEMENT? No	(16) AGENDA ITEM HISTORY <input type="checkbox"/> N/A Date: _____	
(17) ADMINISTRATIVE OFFICE REVIEW <i>Nikki J. Schmidt</i>			
(18) SUPERVISOR DISTRICT(S) District 1, District 5			

County of San Luis Obispo



TO: Board of Supervisors

FROM: Jim Erb, Auditor - Controller - Treasurer - Tax Collector

DATE: 5/20/2014

SUBJECT: Request to approve a tipping fee increase to the Public and Commercial rates, proposed by Chicago Grade Landfill. Districts 1 and 5.

RECOMMENDATION

It is recommended that your Board approve the tipping fee increases (as detailed in Exhibit A), to both the Public and Commercial rates at Chicago Grade Landfill, to be effective as of July 1, 2014.

DISCUSSION

Chicago Grade Landfill is requesting Board of Supervisors approval for an increase of the tipping fee schedule. They have presented the Auditor-Controller-Treasurer-Tax-Collector with this proposed fee schedule, attached in Exhibit A. This rate adjustment represents a Consumer Price Index adjustment for all fees except for Clean Concrete. Clean Concrete was increased by 66%, from \$15/ton to \$25/ton due to high levels of contamination (rebar, wire, paint, etc.) being brought in imbedded in the concrete. This material requires more labor to sort and a significant amount of it is unusable. Fee increases noted on the rate schedule (Exhibit A) are in line or below the cumulative CPI since the last time each fee was adjusted. For example, the 'Minimum Load' fee has not been increased since April 2003 but the CPI has increased since 2003 by 29.26%; the increase recommended here (25%) is below the cumulative CPI.

Based on our review, the Auditor-Controller-Treasurer-Tax-Collector supports and recommends the proposed increase to the Chicago Grade Landfill tipping fee schedule, as detailed in Exhibit A, to be effective as of July 1, 2014. In addition, we are recommending the approval of \$1.00/ton rate increases for Franchise Hauler Compacted and Transfer Trailers, effective January 1, 2015, which will correspond with the Franchise Haulers CPI or Base Rate review increases. These two fees will go from \$42.00/ton to \$43.00/ton as of January 1, 2015.

OTHER AGENCY INVOLVEMENT/IMPACT

This rate increase was discussed with the County's Public Works Solid Waste Coordinator.

FINANCIAL CONSIDERATIONS

There should be no significant impact on County revenues or costs.

RESULTS

The net effect of this rate increase is to allow Chicago Grade Landfill to offset rising costs and to continue to operate effectively and efficiently while providing landfill services for north county franchise haulers and residents.

ATTACHMENTS

1. Exhibit A - Chicago Grade Landfill Proposed Rate Schedule